



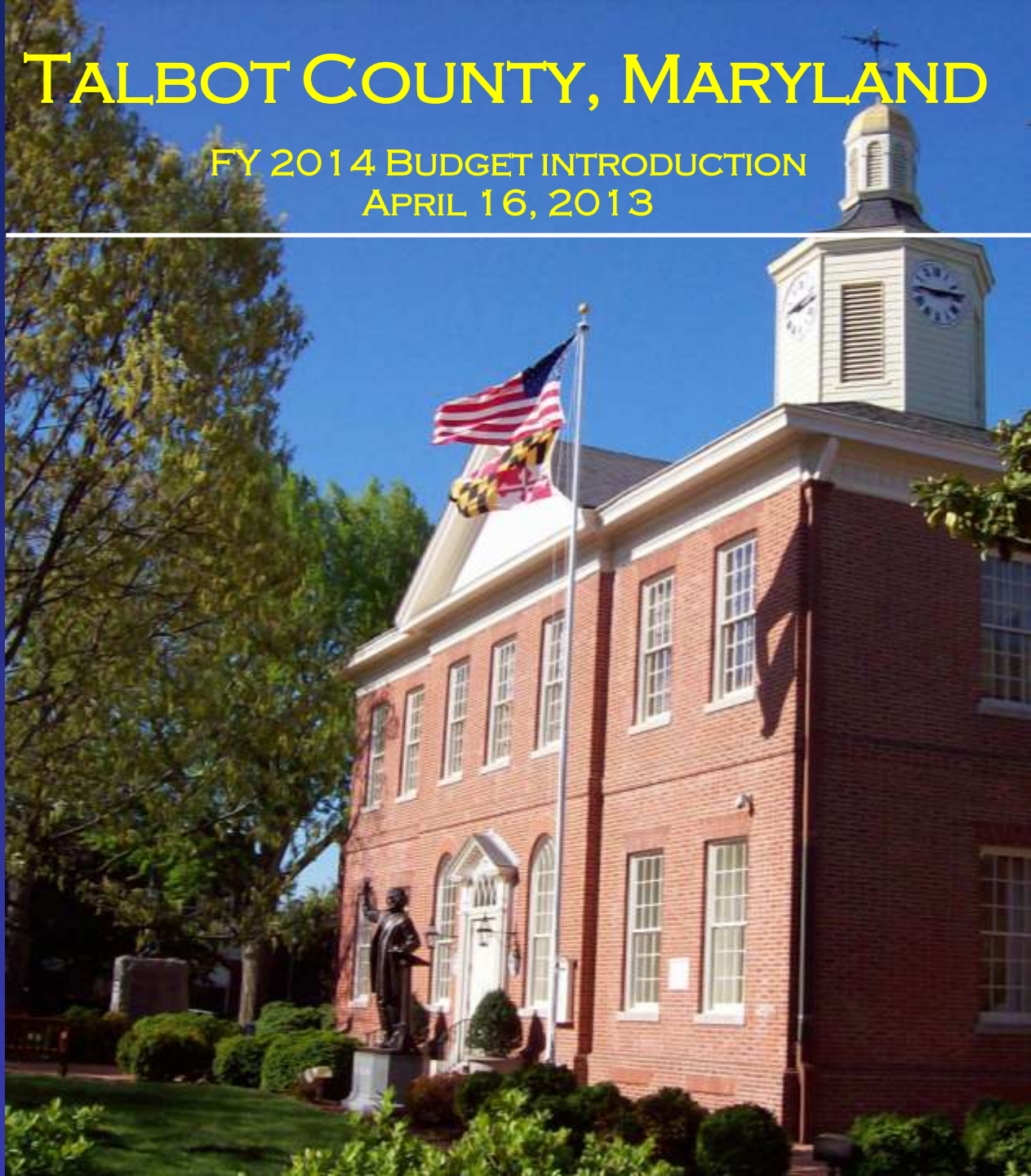
TALBOT COUNTY, MARYLAND

FY 2014 BUDGET INTRODUCTION
APRIL 16, 2013

FY 2014

General Fund Budget

\$72,450,000





BACKDROP OF BUDGET

FY 2014 BUDGET AS INTRODUCED

- State mandates continue to drive changes to our local budget;
- Cuts to crucial County services have taken a toll on infrastructure, employees and services;
- Revenue shows signs of limited improvement;
- This budget has modest increases to public safety, employee salaries, staffing levels;
- NO use of fund balance for annual expenses;
- Renews a program of SAVING extra revenues



BUDGET / ACTUAL HISTORY

FY 2014 BUDGET AS INTRODUCED

- FY 2008 Actual = \$ 81,295,633
- FY 2009 Actual = \$ 79,189,695
- FY 2010 Actual = \$ 70,263,772
- FY 2011 Actual = \$ 70,566,222
- FY 2012 Actual = \$ 64,626,895
- FY 2013 Budget = \$ 69,651,600
- FY 2014 Budget = \$ 72,450,000



REVENUE NOTES

FY 2014 BUDGET AS INTRODUCED

- County Property Taxes continue to be subject to voter-imposed tax cap that limits growth of revenue from property taxes;
- County Income Tax is expected to show strong growth for FY 2014 and retract in FY 2015;
- Strong Accommodations, Recordation and Transfer tax growth are expected for FY 2014;
- NO use of fund balance or transfers are utilized to fund expenditures for the first time in 5 years



REVENUES

FY 2014 BUDGET AS INTRODUCED

	<u>FY 2013 Budgeted</u>	<u>FY 2014 Proposed</u>	<u>Change</u>
Property Taxes	\$ 32,591,000	\$ 33,293,000	↑ 2.2%
Income Taxes	\$ 21,635,000	\$ 26,000,000	↑ 20.2%
Other Local Taxes	\$ 7,698,000	\$ 8,903,000	↑ 15.7%
Other Revenue	\$ 4,578,000	\$ 4,254,000	↓ - 7.1%
Use of Transfers	\$ 1,662,000	\$ 0	↓
Use of Fund Balance	\$ 1,487,600	\$ 0	↓
Totals	\$ 69,651,600	\$ 72,450,000	↑ \$ 2.8M



PROPERTY TAX RATES

FY 2014 BUDGET AS INTRODUCED

County Property Tax Rates – 2013

<u>County</u>	<u>Rate</u>	<u>County</u>	<u>Rate</u>
Baltimore City	\$2.268	Washington	\$0.948
Charles	\$1.121	Montgomery	\$0.946
Baltimore	\$1.100	Anne Arundel	\$0.941
Harford	\$1.042	Frederick	\$0.936
Kent	\$1.022	Calvert	\$0.892
Carroll	\$1.018	Caroline	\$0.890
Howard	\$1.014	Somerset	\$0.884
Cecil	\$0.991	St. Mary's	\$0.857
Garrett	\$0.990	Queen Anne's	\$0.847
Allegany	\$0.981	Wicomico	\$0.840
Dorchester	\$0.976	Worcester	\$0.770
Prince George's	\$0.960	Talbot *	\$0.512 (up from 0.491)

Talbot County Constant Yield = .5002

Net Assessable Tax Base = \$6,992,055,657 as of 2/14/2013

**FY 2014 Proposed*



INCOME TAX RATES

FY 2014 BUDGET AS INTRODUCED

County Income Tax Rates – 2013 (3.20% Max)

<u>County</u>	<u>Rate</u>	<u>County</u>	<u>Rate</u>
Baltimore City	3.20 %	Charles	2.90 %
Howard	3.20 %	Kent	2.85 %
Montgomery	3.20 %	Baltimore Co	2.83 %
Prince George's	3.20 %	Calvert	2.80 %
Queen Anne's	3.20 %	Cecil	2.80 %
Wicomico	3.20 %	Washington	2.80 %
Somerset	3.15 %	Garrett	2.65 %
Harford	3.06 %	Caroline	2.63 %
Allegany	3.05 %	Dorchester	2.62 %
Carroll	3.05 %	Anne Arundel	2.56 %
St. Mary's	3.00 %	Talbot	2.40 %
Frederick	2.96 %	Worcester	1.25 %



EXPENDITURE PRIORITIES

FY 2014 BUDGET AS INTRODUCED

- Increase funding for Public Safety: Emergency Services, Sheriff, Corrections, Fire Companies;
- Provide 100% Funding for Public Schools maintenance of effort and debt service;
- Reinvest in employees by providing a 3% cost of living adjustment (COLA) and a step increase;
- Partially replace positions previously removed during economic crisis



EXPENDITURES

FY 2014 BUDGET AS INTRODUCED

	<u>FY 2013 Budget</u>	<u>FY 2014 Proposed</u>	<u>Change</u>
Public Schools Operations	\$ 34,331,551	\$ 34,361,680	↑ 0.1%
Public Safety Operations	\$ 11,515,948	\$ 12,481,566	↑ 8.4%
Other County Operations	\$ 18,366,736	\$ 19,720,167	↑ 7.4%
Capital & Debt Service	\$ 4,865,164	\$ 4,853,637	↓ - 0.2%
Transfers to Other Funds	\$ 572,201	\$ 482,950	↓ 15.6%
Transfer to Fund Balance	\$ 0	\$ 550,000	↑
Totals	\$ 69,651,600	\$72,450,000	↑ 4.0%



AVAILABLE FUND BALANCE

FY 2014 BUDGET AS INTRODUCED

Available Fund Balance as of June 30, 2009	\$ 22.5 m
Available Fund Balance as of June 30, 2010	\$ 13.7 m
Available Fund Balance as of June 30, 2011	\$ 4.4 m
Available Fund Balance as of June 30, 2012	\$ 4.3 m
<i>Budgeted to Balance FY 2013 Budget</i>	<u><i>\$ -1.5 m</i></u>
Budgeted Available Fund Balance June 30, 2013	\$ 2.8 m
<i>Projected \$ Not Needed for FY 2013 Operations</i>	<i>\$ +1.5 m</i>
<i>Projected Surplus from FY 2013 Operations</i>	<u><i>\$ +1.3 m</i></u>
Projected Available Fund Balance June 30, 2013	\$ 5.6 m
<i>Budgeted Surplus from FY 2014 Operations</i>	<u><i>\$ +0.5 m</i></u>
Budgeted Available Fund Balance June 30, 2014	\$ 6.1 m



BUDGET AS INTRODUCED - RECAP

FY 2014 BUDGET AS INTRODUCED

- Expenditures continue to be shifted down from the State
- Revenues have stabilized for now
- Investment in key priorities – public safety, education, employees – are highlights of this budget
- NO use of Fund Balance to meet expenditures
- Protects excess revenues by replenishing Fund Balance
- More detailed discussion will be provided at the two public hearings on the FY 2014 Talbot County Budget:
Tuesday May 7th: 2 p.m., County Council Chambers
7 p.m., Easton High School Cafeteria



TALBOT COUNTY, MARYLAND

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APRIL 16, 2013

For more information on the
FY 2014 Proposed Budget

Visit Our Website:
www.talbotcountymd.gov

